

Office  
of  
Economic Recovery  
& Investment

**Guidebook**

Updated October 30, 2009

## Update

Section 1512 of the American Recovery and Reinvestment Act (ARRA) required all prime recipients, sub recipients and vendors with a contract that includes a prime or sub recipient to submit a report to the federal government through the web portal [www.federalreporting.gov](http://www.federalreporting.gov) no later than 10 days following the end of a quarter. The first statutory reporting period was October 10, 2009. Every North Carolina state agency required to submit a report did so successfully by this deadline.

The federal Recovery Board is currently reviewing and organizing this information. The results of the first reporting period will be published on the federal recovery Web site ([www.recovery.gov](http://www.recovery.gov)) on or about October 30.. At the time of publication of this guidebook update, the official federal report encompassing all state reports had not been made public, but we should have this information soon.

### ARRA 1512 Report Information as of October 10, 2009

CFDA	AWARD TITLE	Job Impact [FTEs]
[CFDA = Catalog of Federal Domestic Assistance] [FTE = Full Time Equivalent]		
<b>Agriculture and Consumer Service (NCDA)</b>		
10.086	Aquaculture	0.12
10.568	Temporary Emergency Food Assistance Program (TEFAP)	0
<b>Commerce</b>		
14.255	Community Development Block Grant (CDBG)	0
17.260	WIA Dislocated Worker [includes 17.258 and 17.259]	1389.42
17.260	Health Coverage Tax Credit (HCTC) Gap Filler	0
81.041	State Energy Program	0
81.042	Weatherization	88.88
81.122	Electricity Delivery and Energy Reliability, Research, Development and Analysis	0
81.128	Energy Efficiency and Conservation Block Grant Program (EECBG)	0
<b>Commission on Volunteerism and Community Service</b>		
94.006	AmeriCorps State	62.13
<b>Crime Control and Public Safety (DCCPS)</b>		
16.588	Violence Against Women (VAWA)	0
16.801	Victim Assistance	0
16.802	Victim Compensation (VOCA)	0
16.803	Justice Assistance Grants	0
<b>Cultural Resources (DCR)</b>		
45.025	Art and the American Recovery and Reinvestment Act (ARRA)	7
<b>Economic Recovery and Investment (OERI)</b>		
14.257	Homelessness Prevention	0
<b>Employment Security Commission (ESC)</b>		
17.207	Wagner-Peyser / Re-employment	32.91
17.225	Unemployment Insurance Funds	
<b>Environment and Natural Resources (DENR)</b>		

10.688	Wildland Fire Mgmt	0
10.688	Longleaf Pine Initiative	0
66.040	Clean Diesel Program	0
66.454	Water Quality Mgmt Planning	10
66.458	Clean Water State Revolving Fund (CWSRF)	139.03
66.468	Drinking Water State Revolving Fund (DWSRF)	4.19
66.805	Leaking Underground Storage Tank (LUST) Fund	0
<b>Health and Human Services (DHHS)</b>		
10.578	WIC State Agency Model	0
17.235	Service for Older Americans (Senior Community Services)	0
84.390	Basic Rehab Support (Vocational Rehabilitation)	0
84.390	Basic Rehab Support (Services for the Blind)	0.5
84.393	Infants and Families (Special Ed Part C)	3
84.398	State Independent Living	0
84.399	Independent Living - Older / Blind	0
93.703	Increased Demand for Services (IDS)	1
93.703	Capital Improvement	12.2
93.705	Home Delivered Meals	0
93.707	Congregate Meals	0
93.710	Community Services Block Grant (CSBG)	44.5
93.712	MCV (Meningococcal Conjugate Vaccine	0
93.712	Immunization	0
93.713	Child Care and Development Fund (CCDF)	0
93.717	Epidemiology & Lab Capacity - Healthcare Associated Infection	0
93.720	Ambulatory Surgical Center - Healthcare Associated Infection	0
<b>Housing Finance Agency (HFA)</b>		
14.258	Tax Credit Assistance Program (TCAP)	0
<b>Justice (DOJ)</b>		
16.800	Internet Crimes Against Children	1
<b>Public Instruction (DPI)</b>		
10.579	Child Nutrition	0
66.039	National Diesel Program	1.1
84.386	Education Technology	2.95
84.387	Education for Homeless Children & Youth	3.23
84.389	Title I Grants to Local Education Agencies (LEAs)	1463.57
84.391	Individuals with Disabilities Education Act (IDEA Part B)	1596.75
84.392	Part B Preschool	70.48
<b>State Budget and Management (OSBM)</b>		
84.394	Stabilization - Education	8916.71
84.397	Stabilization - Government Services	10343.94
<b>Transportation (DOT)</b>		
20.205	Highway Infrastructure	236.33
20.509	Transit Capital Assistance	11.7
<b>TOTAL JOB IMPACT REPORTED BY STATE AGENCIES:</b>		
		24442.64
[This total does not include jobs reported directly to FederalReporting.gov by non State Agency recipients.]		

## **Office of Economic Recovery & Investment (OERI)**

**Phone Number: 919-733-1433**

**Fax Number: 919-733-2422**

**Mailing Address: OERI, 20308 Mail Service Center, Raleigh, NC 27699-0308**

### **Program Responsibilities:**

Dempsey E. Benton, Director

<b><u>Program</u></b>	<b><u>Primary</u></b>	<b><u>Second</u></b>
Communications	Cathy Akroyd	
Transportation	Dempsey Benton	Jimmy Carter
Health & Human Services	Daphne Lyon	Betty McFarling
Environment & Natural Resources	Jimmy Carter	Dempsey Benton
Education	Sue Gouge	Jimmy Carter
Housing, Community Development	Martha Are	Debbie Cannady
Work Force	John Leaston	Harry Payne
Crime Control – Justice	Sally Hunter	Betty McFarling
Stabilization Budget	Jane Smith	Sue Gouge
Energy	John McHugh	Cathy Akroyd
Weatherization	Martha Are	John Leaston
Community Services	Martha Are	Debbie Cannady
Local Governments	Cathy Akroyd	Dempsey Benton
Overall Federal Grants	John McHugh	
Compliance Requirements (Davis Bacon, Buy America)	Harry Payne	Liz Riley
Contracting Requirements	John Leaston	Jane Smith
Unemployment Insurance	Harry Payne	Jimmy Carter

## **Table of Contents**

\* Introduction, General Information and County by County Data

Section 1: Safety Net Programs

- a. Food Stamps
- b. Social Security
- c. Increase in Unemployment Insurance Payments
- d. Pell Grant Increases

Section 2: Work Force Investment Act

Section 3: Highways and Bridges (DOT projects)

Section 4: Transit

Section 5: ARRA Bonds

Section 6: Energy Conservation

Section 7: Housing & Community Development

Section 8: Homelessness Prevention

Section 9: Local School Districts

Section 10: Weatherization

Section 11: Public Housing

Section 12: Federal Departments Direct Grants

Section 13: Promotion of Arts (Cultural Resources)

Section 14: Drinking Water and Clean Water (Stormwater, wastewater)  
(Also included in this section: ARRA Leaking Underground  
Storage Tank Sites)

Section 15: Community Services Block Grant

Section 16: Education Stabilization (State Fiscal Stabilization Funds,  
School Lunch Equipment Grants)

Section 17: ARRA Direct Funding to Local Government

Section 18: Competitive Grants

Section 19: Special Funding Initiatives:

- a. Health Internet Technology (HIT)
- b. Broadband
- c. Race To The Top (Education)
- d. High Speed Rail
- e. Research & Development (UNC System Grants)
- f. I-85 Corridor Improvement and Yadkin River Crossing Project
- g. Historically Underutilized Businesses (HUBs)
- h. Small Businesses
- i. Byrne/JAG Justice and Public Safety Funds
- j. Subsidized Childcare
- k. High Unemployment County Outreach

Section 20: Web Sites and Other Resources

## **Introduction to Guidebook**

The American Recovery and Reinvestment Act (Public Law 111-5) was signed into law on February 17, 2009. The bill contained an estimated \$787 billion worth of programmatic spending and target tax reductions and incentives, and is divided into two parts: Part A and Part B. Part B represents roughly one-third of the total value of the ARRA and contains the tax provisions, including tax cuts; rebate, and incentives; and the bond provisions. Part A of the ARRA, representing about two thirds of the \$787 billion, contains the infrastructure, programmatic and direct grant provisions. Governor Perdue created the Office of Economic Recovery and Investment (OERI) on February 17, 2009 to oversee, coordinate and facilitate North Carolina's response to Part A of the ARRA.

The provisions of Part A can be grouped into three broad categories: Countercyclical Funds, Appropriations and New Programs, and Safety Net Programs. Each broad category of funding is designed to stabilize the state budget, encourage economic recovery, invest in the future economy of the country, and assist the most vulnerable citizens of North Carolina in different ways.

**Countercyclical Funds** are funds to programs and budget categories that are most vulnerable to cuts during economic downturns. In the ARRA, the countercyclical funds are two of the largest individual allocations to North Carolina: the State Fiscal Stabilization Funds (SFSF) and increase in Medicaid funding, also known as Federal Medical Assistance Percentage (FMAP). The SFSF was bifurcated into a flex fund, which was eligible for most governmental purposes, and the Education Fund, to be used for education-specific purposes but particularly to preserve jobs in education. North Carolina utilized 90% of its \$258,000,000 of flex fund allocation to preserve jobs in Public Safety. The FMAP provisions increase the percentage of federal funding to Medicaid-eligible services. FMAP increases overall spending in Medicaid to help meet the increased demand for Medicaid during an economic downturn. In addition to assisting needy populations, the FMAP program helps stabilize the state budget by allowing the state to supplant the funds that would have otherwise been spent on Medicaid (if not for the federal percentage spending increase) for other budgetary uses.

**Appropriations and New Programs** are direct appropriations into existing programs, usually over and above existing spending; the funding of previously created but never initiated programs and the creation of new programs at the state level. This category would include allocations to preexisting programs, the transportation and transit grants and competitive federal funding opportunities won by state agencies, such as NCDENR's successful Clean Diesel Grant Program. North Carolina has very little flexibility with the use of this category of funding and must spend these additional funds according to existing state and federal laws and rules, contracts, and grant agreements. These were some of the first grants awards, and several of these vanguard programs, such as the State Revolving Fund and the ARRA Transportation Grants, had requirements that these funds be spent quickly to facilitate the employment mission of the ARRA. The final group of programs in this category consists of programs designed to establish the foundations of growth for a new national and state economy. These programs are designed with

innovation in mind and include additional funding for university research, a historic broadband and technology grant program, and renewable energy incentives and green energy programs, including the greening of homes and public buildings.

**Safety Net Programs** are the third and final broad category of ARRA funding and consist of programs designed to help populations made particularly vulnerable by the economic crisis. These generally include increases in existing programs, most notably the increase in both benefit level and duration of unemployment payments. This category also increases non-monetary commodity assistance programs for elderly and homeless populations and additional increases in the traditional grant programs. For example, the Justice Assistance Grant program provides grants both directly to the state for distribution to local shelters and crime-victims assistance programs, and also includes federal competitive grants to hire more public safety officers in communities. This category contains programs that not only help those harmed by the current economic climate, but also assist the jobless in retraining. The three main programs in this area are the Work Force Investment Act Program for adults, the Workforce Investment Act Program for youth, and the Displaced Worker Program. Funds from these sources helped establish Governor Perdue's rapid-retraining program in Community Colleges, the '12 in 6' Program. Finally, there are two new programs designed to assist North Carolinians struggling with foreclosure: The Neighborhood Stabilization Program and the Homelessness Prevention Program.

The three major program categories combined total about 6.3 billion dollars in additional state funding between 2008 and 2011. Various North Carolina public and private entities are seeking additional discretionary and competitive grants. The OERI is charged with overseeing and tracking ARRA funds within the state and acting as the responsible agent to the public for transparency and accountability of ARRA funds. This includes both the ARRA's Section 1511 reporting requirements and the responsibility to keep the public informed as to where ARRA funds are going and what projects they are funding.

To that end, the OERI has created a document that provides a county-by-county breakdown of funds that have been spent or committed, when county information is available. Other allocations are still to be made and will be reflected in subsequent updates. Please see the footnotes on the spreadsheet. The remainder of this document provides explanatory, supporting and financial data for the individual categories as represented by columns in the spreadsheet. The final section provides contact information for district, program and department heads. This document is created with periodic updates in mind, and the supporting sections which are available on [www.ncrecover.gov](http://www.ncrecover.gov) are updated on a frequent basis.



North Carolina  
Office of Economic Recovery and Investment  
Status Report  
As of  
October 23, 2009

---

The American Recovery and Reinvestment Act (ARRA) of 2009 allocates \$6,023,539,859 to North Carolina. The funds are available in the following categories:

- State Fiscal Stabilization
- Targeted, Formula Programs
- Direct Allocations to Local Governments
- Grant Allocations to State Agencies

The state is also receiving funding from ARRA in other allocation processes as well.

- Direct payments to individuals
  - Food Stamp Increase (\$616 million to 1,122,281 participants)
  - Pell Grant Increase
  - Social Security – One time payment of \$250 to 1,651,972 beneficiaries – \$412,993,000)
- Federal departments supplemental budgets  
Approximately \$600 million is allocated to projects in North Carolina.
- Research and Development  
Grants awarded to UNC-system \$117,254,882

The following will provide an overview of the fiscal stabilization, targeted, formula programs, and those direct allocations to local governments.

---

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
---------------------	------------------	--

---

**A. State Fiscal Stabilization**

**1. Education**

- Application approved. The state committed \$126,962,971 to meet '08-'09 state education budget needs.
  - The '09-'11 State budget
- |  |    |               |    |               |
|--|----|---------------|----|---------------|
|  | \$ | 1,161,931,564 | \$ | 1,161,931,564 |
|--|----|---------------|----|---------------|

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
---------------------	------------------	--

allocates \$517,484,296 to each fiscal year.

<b>2. General Purpose</b>		
Application approved. The state committed \$232,670,404 to meet '08-'09 state public safety budget needs. The '09-'11 State budget allocates \$12,926,135 each year to Department of Correction	\$ 258,522,671	\$ 243,152,270
<b>3. Medicaid</b>		
Drawdown is ongoing. In '08-'09 the State expended \$695,749,936 in additional funding. The '09-'11 State budget allocated \$1,359,918,118 of supplemental Medicaid receipts. This account is adjusted based on the adopted '09-'11 state budget	\$ 2,055,668,054	\$ 2,055,668,054

## **B. Target, Formula Programs**

The grants come from federal departments. After receiving program specific guidelines from each federal department, the state has to submit a detailed grant application for each funding category. Time schedules vary based on the federal department guidelines

<b>1. Transportation</b>		
Total for all Transportation	\$ 838,831,242	\$ 838,831,242
<ul style="list-style-type: none"> <li>• These funds are for highways, bridges, and transit capital improvements.</li> <li>• State DOT is awarding construction contracts each month. Bids are at 20 – 25% below NCDOT estimates.</li> <li>• Projects have been identified</li> </ul>		

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
<p>to spend 100% of funds allocated to highways and bridges.</p> <ul style="list-style-type: none"> <li>Transit capital projects have been allocated to local transit systems. (\$103,864,203).</li> </ul>		
<b>2. Clean Water/Drinking Water</b>		
Capital Improvements	\$ 137,068,500	\$ 136,369,633
<ul style="list-style-type: none"> <li>The state has approved 119 local improvement projects.</li> </ul>		
<b>3. Energy Efficiency Projects</b>		
Weatherization	\$ 131,954,536	\$ 12,688,787
<ul style="list-style-type: none"> <li>The application was submitted to Federal Government 05/12/09.</li> <li>Federal approval has been received for 40% of the grant.</li> <li>The state has executed 19 contracts committing \$12,561,217.</li> </ul>		
Energy Efficiency Program	\$ 75,989,000	\$ 7,598,900
<ul style="list-style-type: none"> <li>The detailed application was submitted to federal department 05/12/09.</li> <li>Federal approval has been received for 40% of the grant.</li> <li>Ten percent of funds advanced to state for ramp up costs and preliminary training.</li> </ul>		

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets	
Energy Efficiency and Conservation Block Grant <ul style="list-style-type: none"> <li>The detailed application was submitted 06/25/09.</li> <li>Federal approval could come in 60 + days.</li> </ul>	\$ 20,925,300		
Energy Star Appliance Rebate Program <ul style="list-style-type: none"> <li>Initial application submitted 08/14/09, and approved.</li> <li>Detailed application submitted to U.S. Department of Energy on 10/15/09.</li> </ul>	\$ 8,848,616		
4. Education			
Title I and IDEA Funding <ul style="list-style-type: none"> <li>Application approved. State has notified all LEAs of formula allocations. 50% allocated 04/01/09 (\$332,239,336).</li> <li>Funds to educate homeless youth allocated 07/01/09 (\$1,627,010)</li> </ul>	\$ 677,060,763	\$ 261,058,729	
Education Other <ul style="list-style-type: none"> <li><b>School Lunch Equipment:</b> SBE approved 109 School Food Authority applications totaling \$3,313,727 on 06/04/09.</li> <li><b>Work Study:</b> Funds go directly to students (\$4,777,311).</li> <li><b>Education Technology</b> \$10</li> </ul>	\$ 38,743,248	\$ 3,612,755	

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
<p>million of the \$16.4 million will be competitive.</p> <ul style="list-style-type: none"> <li>• <b>Head Start funds</b> \$14,314,846</li> </ul>		
<b>5. Workforce Investment Act</b>		
Workforce Investment Act	\$ 79,827,136	
Adults		\$ 35,438,154
<ul style="list-style-type: none"> <li>• The 24 local workforce agencies have been allocated \$35,438,154.</li> </ul>		
Youth		\$ 21,310,093
<ul style="list-style-type: none"> <li>• The 24 local workforce agencies have been allocated \$21,310,093 for summer youth employment program.</li> <li>• State level training programs have been initiated which total 19,493,592.</li> </ul>		19,493,592
<b>6. Human Services</b>		
Child Care	\$ 67,543,000	\$56,023,990
<ul style="list-style-type: none"> <li>• Awarded. Funds to be allocated to counties in FY 09-10.</li> </ul>		
Community Services Block Grant	\$ 26,243,124	\$ 24,872,960
<ul style="list-style-type: none"> <li>• Application submitted 05/29/09 and approved. Contracts approved and executed.</li> </ul>		

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
Human Services Other	\$ 85,260,191	\$ 39,278,927
<ul style="list-style-type: none"> <li>• <b>SNAP Funds</b> – \$9,400,000 allocated and available to counties through 09/30/09 (\$3,864,392 committed).</li> <li>• <b>Emergency Food and Shelter funds</b> – \$3,335,422 allocated and has gone to local FEMA boards.</li> <li>• <b>Foster Care/Adoption funds</b> – \$11,774,494 allocated (\$5,464,865 committed).</li> <li>• <b>Older Blind Individuals funds</b> – \$1,042,363 allocated (\$32,752 committed).</li> <li>• <b>Senior Nutrition Funds</b> – \$2,547,512 allocated and will be spent after 07/01/09.</li> <li>• <b>Senior Community Services</b> – \$621,560 allocated (\$57,345 committed).</li> <li>• <b>Commodity Assistance</b> – \$3,876,000 allocated (\$776,812 committed).</li> <li>• <b>Immunization</b> – \$5,153,105 allocated.</li> <li>• <b>Independent Living</b> – \$402,340 allocated.</li> <li>• <b>Vocational Rehabilitation</b> – \$18,029,008 allocated (\$4,374 committed).</li> <li>• <b>Homelessness Prevention</b> – \$29,078,387 allocated. Application has been approved. State has received project applications and made final awards to local programs (\$29,078,387 committed).</li> </ul>		

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
<b>7. Housing &amp; Community Development</b>		
Total Housing & Community Development	\$ 64,233,301	
<ul style="list-style-type: none"> <li>• <b>Community Development Block Grant non-entitlement funds</b> – \$12,080,614 allocated and have been committed to local projects.</li> <li>• <b>HOME Investment Partnership Program</b> – \$52,152,687 allocated. The HOME Investment Funds have been committed to projects.</li> </ul>	\$ 11,476,583	\$ 52,152,687
<b>8. Criminal Justice</b>		
Total Criminal Justice	\$ 40,912,714	\$ 35,302,556
<ul style="list-style-type: none"> <li>• <b>Crime Victims Compensation Funding</b> – \$647,904 has been paid directly to crime victims.</li> <li>• <b>Crime Victims Assistance</b> – \$1,110,000 allocated (\$522 committed).</li> <li>• <b>Internet Crimes Against Children</b> – \$879,040 allocated (\$162,570 committed).</li> <li>• <b>Violence Against Women</b> – \$3,784,210 allocated.</li> <li>• <b>Justice Assistance Grants</b> – \$34,491,558 allocated. Application approved, project awards announced.</li> </ul>		

Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
---------------------	------------------	--

#### 9. Employment Services

Total Employment Services	\$ 69,698,780	\$ 1,188,003
---------------------------	---------------	--------------

#### **Wagner-Peyser/Reemployment Services** – \$11,091,396 allocated

- Reemployment Services to Unemployment Insurance Claimants. Application made 03/09/09.
- Available for obligation until 09/30/2010, and expended by 06/30/2011.

#### **Unemployment Insurance Funds** – \$14,647,397 allocated

- No application necessary.

#### **Trade Adjustment Assistance Grants** – \$43,959,987 allocated

#### C. Direct Allocations to Local Governments

Total Direct Allocation to Local Governments	\$ 127,473,117
--	----------------

**Community Development Block Grant entitlement** – \$6,921,506 allocated to local governments from HUD.

**Public Housing Capital Fund** – \$83,426,611 allocated to local Public Housing Authorities by HUD.

**Energy Efficiency and Conservation Block Grants** – \$37,125,000 allocated to Local Governments.

- Local Governments



Program Description	Amount Allocated	As of October 23, Amount committed to Projects / Budgets
---------------------	------------------	--

responsible for applications  
by 08/10/09.

#### D. Grants to State Agencies

Discretionary Grants to State Agencies	\$ 10,541,659	\$ 1,854,642
--	---------------	--------------

- AmeriCorps State Grant Award (\$891,387)
- US Forestry Service Hazard Mitigation Grants (\$4,666,000)
- Aquaculture Assistance (\$797,772)
- Water Quality Management Program (\$714,400)
- State Clean Diesel Grant Program (\$1,730,000)
- EPA-Clean School Bus WEPN (\$509,000)
- EPA-Grants to Replace Aging Diesel Engines (\$1,116,600)
- EPA-Wind Energy on Tribal Land (\$40,000)
- EPA-Municipal Makeover: improving the Performance of Curbside (\$31,500)
- EPA-Phone Book Product Stewardship Project (\$45,000)

CCPS – Army National Guard	\$ 39,500,000	\$39,500,000
----------------------------	---------------	--------------

Leaking Underground Storage Tank Trust Fund	\$ 6,763,343	
---	--------------	--

<b>TOTAL</b>	<b>\$ 6,023,539,859</b>	<b>\$ 5,058,804,121</b>
--------------	-------------------------	-------------------------

(Please insert 100 County Spreadsheet here)